**Dismal functioning of BIFR**

2700. SHRI P. PRABHAKAR REDDY : Will the Minister of FINANCE be pleased to State :

(a) whether Government's attention has been drawn to the news item "BIFR's turn around cases stand at a meagre 8.80 per cent" appearing in the Financial Express dated 6th January, 2000;

(b) if so, what is Government's reaction thereto; and

(c) whether any inquiry has been made into such dismal functioning of the Board for Industrial and Financial Reconstruction and if so, the details thereof and if not the reasons therefor ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALA SAHEB VIKHE PATIL) : (a) Yes, Sir.

(b) and (c) BIFR was set up under the provisions of Sick Industrial Companies (Special Provisions) Act, 1985 to examine cases of sick industrial companies with a view to revive companies wherever possible. Upto December 1999, 2867 cases were registered with the BIFR out of which 526 were dismissed as non-maintainable. Revival schemes were approved/sanctioned in respect of 643 cases by BIFR/AAIFR/Supreme Court and winding up of the companies were recommended for 666 cases to concerned High Courts and the net-worth became positive in respect of 29 cases during inquiry and the companies were declared no longer sick.

BIFR, being a quasi-judicial body, gives opportunity to all interested parties to make their submission before a decision is taken. BIFR also obtains consent of every involved agency in the case of rehabilitation. However, some unscrupulous promoters take advantage of the BIFR process and try to stall this process at each stage which hampers performance of BIFR.

The Government has strengthened the BIFR, and there are six Members on the Board now.

**Conversion of Banks into Companies**

2701. SHRI EDUARDO FALEIRO : Will the Minister of FINANCE be pleased to State :

(a) whether Government are aware that former RBI Governor, Mr. Narasimhan has urged repealing the Bank Nationalised Act and State Bank Act to convert public sector banks into companies under the Companies Act; and

(b) if so, what is Government's reaction thereto ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALA SAHEB VIKHE PATIL) : (a) The Committee on Banking Sector Reforms did not recommend repeal of the Acts or conversion of public sector banks into companies under the Companies Act.

(b) Does not arise

**Voluntary Disclosure of Income Scheme**

†2702. PROF. RAM GOPAL YADAV :

SHRI RAMA SHANKER KAUSHIK :

Will the Minister of FINANCE be pleased to State :

(a) whether Government have continued with the voluntary disclosure of income schemes introduced in 1997-98;

(b) if so, the number of people, who have made disclosure of their income under the scheme, category-wise;

(c) the rate at which income tax would be recovered by Government on the income disclosed by the people of different categories; and

(d) what action Government would like to take in case of non-disclosure of income voluntarily ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI V. DHANANJAY KUMAR) : (a) The Government is not continuing with the Voluntary Disclosure of Income Scheme 1997 which came into operation with effect from 1-7-1997 and ended on 31-12-1997.

(b) to (d) In view of answer to part (a) of the question, the replies to parts (b), (c) and (d) are not applicable.

**Investigation in Valuation of Alcoholic Beverages Imported by M/s. Seagram**

2703. SHRI DILIP SINGH JUDEV : Will the Minister of FINANCE be pleased to refer to answer to unstarred Question 2073 given in the Rajya Sabha on 21st December, 1999 and state :

† Original Notice of the Question was received in Hindi.